## Approved For Release, 2002/01/03 : CIA-RDP80-00810A00430013000 CLASSIFICATION \* SECRET

CENTRAL INTELLIGENCE AGENCY

REPORT NO.

## INFORMATION REPORT

COUNTRY

East Germany

Koebig u. Co)

DATE DISTR. 11 June 1954

VEB R debeuler Maschinenfabrik (formerly August

NO. OF PAGES

PLACE **ACQUIRED**  25X1A

NO. OF ENCLS.

DATE OF INFO.

SUPPLEMENT TO REPORT NO.

THIS DOCUMENT CONTAINS INFORDATION AFFECTING THE NATIONAL DEFENS OF THE UNITED STATES, WITHIN THE EERNING OF THRE 15. SECTIONS 79: AND 794, OF THE U.S. CODE, AS ALEXEDED. ITS TAMBLESISSION OF REVEL AFFORD OF ITS CONTENTS TO OR ESCRIPT BY AD UNAUTHORIZED FEESON IS PRODUSEDED BY LAW THE REPRODUCTION OF THIS GUAR OF EQUIPATED 

## THIS IS UNEVALUATED INFORMATION

25X1X

- 1. Since 1946 the former August Koebig & Co. plant in Radebeul, nationalized as VEB Radebeuler Maschinenfabrik in January 1953, has made deliveries of specialized paper-manufacturing and processing equipment, including metal foil stamping, cutting and printing machines, viscose sheeting machines, and machinery for the synthetic textile industry. These machines have been delivered to Tekhnopromimport, Moscow, which is represented in Berlin by a branch office on Unter den Linden. 1/ Until sometime in 1953 the office was located on Brunnenstrasse, but it has since been moved to Unter den Linden.
- The orders placed by the Tekhnopromimport representatives were received by the plant via the Destsche Warenvertriebsgesellschaft (DWV), an office affiliated with the Fautscher Invan-und Aussenhandel (DIA), which handled polygraphic machine orders. The Russians from Tekhnopromimport made their needs known to DWY which, in turn, submitted the requirement to the manufacturing plant. The manufacturing plant in turn prepared an estimate of costs, production time required, and estimated availability of the finished goods for shipment, which it turned over to the DWV. DWV in turn passes this information on to the Tekhnopromimport representatives. If and when the plant bid is approved by the Tekhnopromimport people and a firm order is placed, the order in turn is given to DWV, which transmits it to the manufacturing plant for initiation of actual production. No direct negotiations are conducted between the plant and the purchaser, who is ostensibly the Tekhnopromimport Corporation, until such time as technical problems arise which require discussion between the individual Russian and German technicians and/ or questions of specification requirements with regard to final acceptance of the machines. All commercial aspects are handled through the DWV.
- Source could recollect the names of only two representatives of Tekhnopromimport who visited the Koebig plant, one Troshin (fnu), whose main interest refining of metal foils (Metallfolie Veredlungswas in machines for the maschinen), and one Mikhaylov (fnu), who was principally interested in cutting and printing machines and cellophane manufacturing equipment (Kunststoff/Perfol/Anlagen).

25X1A

- The firm of August Koebig was one of a very few plants specially equipped to produce highly specialized equipment for the paper manufacturing, container-fabric manufacturing and synthetic textiles and plastics industries. A large number of these machines have been delivered to both the Soviet Union and to satellite areas since the end of the war, the bulk of such shipments having been made against reparations orders until the end of 1953. During 1953 the following items, having a total value of about one million DME, were delivered to the Soviet Union on reparations account:
  - a. "Perfolantage" Cost 70,000.00 DME each machine
    b. One metal foil installation Cost (including all equipment
    for total plant installation)
    350,000.00 DME
- 4. For 1954 a total production amounting to an estimated 2.5 million DME has been planned. Of this total, 1.3 to 1.4 million DME worth of machinery is destined for export shipment to the Soviet Union, 500,000 DME worth of equipment is scheduled for shipment to Poland, and approximately 150,000 DME is destined for Szechoslovakia. The remaining productive capacity is planned to cover domestic East German requirements. No exports to West Germany are planned for 1954.
- 5. The following items for delivery in 1954 are on order for the Soviet  $U_n$ ion:
  - a. 25 roll-cutting machines for metal foil -(Rollenschneidemaschinen fuer Ketallefolie) cost each 10,000 DME
  - b. about 24 aniline printing machines (Anilindruckmaschinen) cost each 30,000 DME
  - c. 2 photopaper installations (Photopapieranlagen) cost each 135,000 DME
- 6. Satellite states have orders placed for the following:
  - 2. Poland one complete series of machines for production of Stiroflex foil - cost 500,000 DME
  - b. Czechoslovakia One machine for making engraved foil
    (Praegefolie-Herstellungsmaschine) cost 50,000 DME
    One installation for lacquering cellulose
    foil (Anlage fuer lackierung von Zellstofffolie) cost 170,000 DME
- 7. Whereas the Tekhnopromimport orders for shipment of machinery to the Soviet Union are handled via the DWV, the Polish orders come to the plant via the DTA organization. The Czechoslovak order was obtained by direct negotiation in Czechoslovakia between a representative of the supplier plant and Czechoslovak customer plants producing industrial papers and synthetic fibers. These orders were handled through the KOVO Company in Prague.

SECRET